

## Message Text

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45

ACTION EB-07

INFO OCT-01 EA-07 ISO-00 AGR-05 CIAE-00 COME-00 INR-07

LAB-04 NSAE-00 SP-02 STR-04 TRSE-00 CIEP-01 FRB-03

OMB-01 L-03 SS-15 /060 W

----- 113508

R 190829Z AUG 75

FM AMEMBASSY TAIPEI

TO SECSTATE WASHDC 6703

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EO 11652 GDS

TAGS ETRD TW

SUBJECT: COTTON CONTRACT PROBLEM

REF: TAIPEI 5274

1. STATUS OF DEFAULTED COTTON CONTRACTS WAS DISCUSSED IN MEETING OF OFFICIALS AFTERNOON AUG 18 AS ANTICIPATED AND REPORTED PARA 3 IN REFTEL. GROUP DECIDED TO SUBMIT RECOMMENDATION TO Y.S. SUN, MINISTER OF ECONOMIC AFFAIRS, THAT PENALTY MEASURES AS RECOMMENDED BY EXECUTIVE YUAN BE IMPLEMENTED IMMEDIATELY AGAINST ABOUT 15 MILLS WHICH ARE DELINQUENT IN OPENING PERIOD ONE AND TWO LETTERS OF CREDIT. RECOMMENDATION FORWARDED TO MINISTER SUN FOR DECISION PROPOSED THAT ABOUT 15 DELINQUENT REMAINING MILLS BE EXEMPTED FROM PENALTY MEASURES UNTIL DISPUTES OVER NON-DELIVERY OF U.S. TEXTILE MACHINERY; COTTON QUALITY AND WEIGHT CLAIMS, NON DELIVERY OF PREVIOUSLY CONTRACTED COTTON, AND NONPERFORMANCE ON CONTRACTS FOR TEXTILE PIECE GOODS HAVE BEEN THOROUGHLY REVIEWED BY ALL PARTIES CONCERNED. THE BOARD OF FOREIGN TRADE HAS BEEN INSTRUCTED TO PROVIDE THE EMBASSY ALL RELEVANT INFORMATION AND DOCUMENTATION ON THESE TRADE DISPUTES. BOFT WILL REQUEST USG ASSISTANCE IN RESOLVING DISPUTES.

2. BENJAMIN LU, DIRECTOR, THIRD DEPARTMENT, BOFT,  
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INFORMED AGATTACHE AUG 19 THAT HE EXPECTS APPROVAL

FOR IMPLEMENTATION PENALTY MEASURES ON DELINQUENT MILLS  
IN NEXT DAY OR TWO.  
UNGER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** COTTON, CONTRACTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 19 AUG 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** buchant0  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975TAIPEI05373  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750286-0146  
**From:** TAIPEI  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750838/aaaabhbc.tel  
**Line Count:** 64  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 TAIPEI 5274  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** buchant0  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 25 JUL 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <25 JUL 2003 by CunninFX>; APPROVED <24 DEC 2003 by buchant0>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
06 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COTTON CONTRACT PROBLEM  
**TAGS:** ETRD, EPAP, TW, US  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006